

FISCAL NOTE
SB 1751 - HB 1682

March 10, 2003

SUMMARY OF BILL:

- Requires the Department of Commerce and Insurance to license and regulate insurance adjusters.
- Establishes guidelines, requirements and fees for licensure.
- Prohibits insurers from referring any claim for adjustment in this state to a person who is not licensed.
- Certain violations of the provisions of this bill are punishable as a Class B misdemeanor.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$375,000 Every two years
Increase State Expenditures - \$175,000 Recurring
\$25,000 One-Time

Increase Local Govt. Revenues - Not Significant
Increase Local Govt. Expenditures - Not Significant

Estimate assumes:

- 7,500 licensees will pay an licensing fee of \$50 every two years.
- the salary and benefits for three positions and related expenses to implement and monitor the provisions of this bill.
- local impact depends upon the number of persons convicted of this offense and the resulting increased cost to local governments to confine such persons versus the increased revenues to local governments from fines levied and collected under the provisions of this bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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